

To: All HOME & CDBG Recipients Notice: FSP-00-16

From: IHFA Community Development Department

Date: October 20, 2000

Re: Clarification on Lead-Based Paint Regulations

for Buy, Rehabilitate, Resell Projects

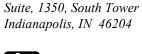
This notice transmits clarification as to how the lead-based paint regulations effective September 15, 2000 will affect single family homebuyer projects (buy, rehabilitate, resell).

In order to determine the rehabilitation threshold, you must always compare the total HOME dollars (including both the development subsidy and homebuyer subsidy) going into a property address against the total rehabilitation costs going into the project, please see the following table:

| Acquisition Cost | \$30,000 | \$30,000 | \$30,000 | \$30,000 | \$30,000 |
|--|---|---|------------------------------------|------------------------------------|----------------------------------|
| Rehabilitation Cost | <\$5,000 | ≥\$5,000 | \$5,000 and < \$25,000 | \(\geq\$\$25,000 | ≥\$25,000 |
| HOME Funds | ≥\$5,000 | <\$5,000 | \$5,000 | \(<\\$25,000\) | ≥\$25,000 |
| Approach to Lead Hazard Evaluation & Reduction | Do no harm – Paint Test of Surfaces to be disturbed | Do no harm – Paint Test of Surfaces to be disturbed | Identify & Control Lead Hazards | Identify & Control Lead Hazards | Identify & Abate Lead Hazards |

Effective immediately, any homebuyer project should use the above referenced format in determining the Approach to Lead Hazard Evaluation and Reduction.

If you have questions regarding this correspondence, please contact your IHFA Compliance Specialist.



115 W. Washington St.

